

MYZHINGLON 21.7C

JUL 1 6 1957

CIA 'DI. ORCE' COSTLY

Student Group Faces Cosh, Rent Troubles

The National Student Associa tion, which hiffly diverged the Central Intelligence Agency in Fobruary, is having difficulties stemming from the former relationship.

Both sides trens emborrased often the cludent-CIA tio one disclosed by former NSA offi-

The NSA got brickbate from its rembers for accorping money from a government agenry that spins and in-Buences; the CIA blanked like an undorcover-agent who drops his badge at a Malia meeting.

his nage at a Main meeting.

But the anident essociation still has its national headquarters in two expensive interconnected townhouses, and it is paying solhing for them under his agreement with the Indopendence Foundation of Beston.

The foundation the NSA resident says, is a CIA conduct.

Wast to Keep Quarters

What to kery quarters

W. Eugene Groves, president
of the NSA, says the foundation
is not trying to collect rent it
simply wants to be rid of its
tomant. The students that to
heep their headquarters, but
they don't can't the CIA to pay
for it.

for it.

They sto in the hot sent and vari us out of the building."
says Groves. "We had cro meeting with the attirrey for the CIA He was rather nasty, using a lot of kinf, threats that the practured very easily."

What that of should?

What blad of threats?

"Can is drying up the Inde-pendence Foundation in order that the Irason would no longer own the building."

The CIA, being in the society business, what comment one way or another, But n source formulae with CIA operations any any thoughts of threats would be raiseness.

"flow would it sound if he became known the CTA was trying to push a bunch of college kids and of their building?" he



The Independence Foundatio in the years ?"... through 1934 listed contributions to the NSA of \$10,534.52, \$13,510.15 and \$45,sea 60 in its meame law records SCI (a) is its income tax recerts.

Recursit for later years were not an file at the Foundation library in Washington. Effects to reach a spokerman for the Independence Foundation were at greecesful.

Greves says the Independence Foundation and two other foundations now are submitting

foundations now a wateraiting bills not connected with the remiThey have been passing for payment of things they had not proposed before. Grover says, in effect, they allowed or concurrated us to get into debt. We were ED,000 to fit,600 everour burged in the last two or three years and now that the story years and now that the gray is braken they are trying to pull the strings out."

A spolmentan for the Feundation for Youth and Student Allars in New York, one of the groups Groves says is pushing for maney, said: "We are not presenting them. There are o minimate of projects the amocinitian was working on in 1935-66, for which it submitted occumist entire this year. In a number of passion to a said. earlier this year. In a number of cause the wish underspent on a believe is due the foundation.

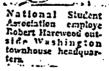
ard Foundation Named

The third foundation named by Groves was the San Jacina Frontalism of Henston, Tex No spokesman could be reached.

"Then we were on good forms, the CIA would pick up the deficies," Groves mys. "This year" budget will belance, but we was make the deficies, "and make up the deficies," at our country years.

we that make up the deficial of carrier years. The NSA hariget for its more than 200 members student governments is 150,000 into year. A substituty, Edministry Edministrational Travel, Inc., in New York has a badget of \$150,000. The meany comes through various fronts, including a number from the federal government.

offerie d was boss on kell money to buy the building and then we have an esset to harrow or." Groves says. "No sord



APPROVED FOR TELEASE

